

Credit for Taxes Paid to Other State Worksheet

Kentucky residents/part-year residents only. Complete a separate worksheet for each state. See instructions for Form 740, Section A, Line 4.

► **TIP** – Credit for taxes paid to another state may be reduced or eliminated if gambling losses are claimed on Schedule A.

Taxpayer SSN

Taxpayer First Name

Name of other state

1. List Kentucky taxable income from Form 740, Line 11
2. List any gambling losses from Schedule A, Line 28
3. Add Lines 1 and 2 and enter total here
4. List income reported to other state included on Kentucky return
5. Subtract Line 4 from Line 3 and enter total here
6. Adjusted gambling losses. Compute gambling losses allowed on Kentucky return if income from other state is ignored
7. Subtract Line 6 from Line 5 and enter total here
8. Enter Kentucky tax on income amount on Line 7
9. Enter Kentucky tax on income amount on Line 1
10. Subtract Line 9 from Line 8. This is the tax savings on return if other state's income is ignored
11. Enter tax paid to other state on income claimed on Kentucky return
12. Enter the lesser of Line 10 or Line 11. This is your credit for tax paid to other state. Carry this total to Form 740, Section A, Line 4